

## Message Text

LIMITED OFFICIAL USE

PAGE 01 LISBON 01655 241921Z

63

ACTION EUR-12

INFO OCT-01 ISO-00 CIAE-00 DODE-00 PM-03 H-02 INR-07 L-02

NSAE-00 NSC-05 PA-01 PRS-01 SP-02 SS-15 USIA-06 SAM-01

EB-07 COME-00 OMB-01 TRSE-00 /066 W

----- 077326

R 241331Z MAR 75

FM AMEMBASSY LISBON

TO SECSTATE WASHDC 2216

INFO AMCONSUL OPORTO

LIMITED OFFICIAL USE LISBON 1655

DEPT PLEASE PASS TO USDOC

E.O. 11652: N/A

TAGS: BBSR, EIND, PO

SUBJ: TORRALTA GROUP PROBLEMS

REF: LISBON 1505 AND PREVIOUS

1. A COMMUNIQUE ISSUED BY THE GOP-IMPOSED ADMINISTRATION OF TORRALTA ON MARCH 13 ANNOUNCED THAT THE SUSPENSION OF REIMBURSEMENTS AND DIVIDENDS FOR ALL TYPES OF INVESTMENTS WILL BE MAINTAINED TEMPORARILY. THE SUSPENSION IS TOTAL AND WITHOUT EXCEPTION. AMONG THE INVESTMENTS INCLUDED ARE PARTICIPATION SHARES AND VACATION VOUCHERS. ALSO SUSPENDED ARE THE TOURIST FACILITY BENEFITS UNDER THE HOLIDAY VOUCHER PLANS. THE ABOVE WAS CONFIRMED TO THE EMBASSY BY THE CHIEF OF THE FIRM'S INVESTMENT DEPARTMENT. HE WOULD NOT SPECULATE ON WHEN THE SUSPENSION MAY BE LIFTED.

2. THE COMMUNIQUE ADDED THAT TORRALTA'S PROBLEMS STEM FROM THE FACT THAT THE FIRM'S PAID-IN CAPITAL IS DOLS 800,000 WHILE THE "GIMMICK" SHARES AND VOUCHERS ACCOUNT FOR ALMOST DOLS 200 MILLION.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 LISBON 01655 241921Z

3. COMMENT: THE GOVERNMENT HAS SEVERAL TIMES ANNOUNCED  
THAT SMALL INVESTORS WOULD BE PROTECTED BY A FINANCIAL  
AND MANAGERIAL RESTRUCTURING OF TORRALTA. THE  
EMBASSY HAS SO FAR RECEIVED FEW INQUIRIES FROM US  
INVESTORS.  
CARLUCCI

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** n/a  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 24 MAR 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** ShawDG  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1975LISBON01655  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D750103-0158  
**From:** LISBON  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1975/newtext/t19750322/aaaaatys.tel  
**Line Count:** 67  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION EUR  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 75 LISBON 1505  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** ShawDG  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 13 JUN 2003  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <13 JUN 2003 by ifshinsr>; APPROVED <22 DEC 2003 by ShawDG>  
**Review Markings:**

Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
05 JUL 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** TORRALTA GROUP PROBLEMS  
**TAGS:** BBSR, EIND, PO  
**To:** STATE  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006